



BEPS Pillar Two 2024 quarterly reporting is fast approaching – The time to prepare is now



Even if you don't owe any tax, you may be impacted

The effective date for the Base Erosion and Profit Sharing (BEPS) Pillar Two tax reporting rules is right around the corner—January 1, 2024. Multinational enterprises that haven't yet begun to prepare for these new requirements may be falling behind. And the longer you delay, the more difficult it will be to get your Q1 2024 quarterly accrual, disclosure, and other financial statements prepared and filed on time.

Key point: Regardless of whether your company actually has any liability for Pillar Two tax, you're still subject to preparing the calculations starting **1Q 2024** (and every quarter going forward), which is subject to external audit review. Many audit firms have already begun issuing their requirements.

That's where KPMG comes in. We offer companies both long-term and short-term solutions to help them satisfy the Pillar Two requirements.

“Right now, it's not just about how much Pillar Two taxes you're going to pay—or not pay. It's about being able to gather the information you need to prepare disclosures and footnotes in financial statements—and having the data to support them.”

—Christian Tostenson, Partner, KPMG



A two-pronged, scalable approach



We have found that some of our clients are tackling their full, end-to-end Pillar Two compliance needs right now. But this can be a significant undertaking that involves organization-wide cooperation, significant resources, planning, and technology considerations.



That's why KPMG has developed an innovative approach that enables companies to comply with Pillar Two reporting requirements in both the near and long term. Our cost-effective Q1 approach enables you to meet your immediate needs without overly taxing your internal resources. Once that's done, we can work with you to design and implement a longer-term, end-to-end methodology when you're ready.

Pillar Two components and deliverables

KPMG can help you meet the Pillar Two requirements by:

- Finalizing safe harbor and relevant GloBE adjustments and planning opportunities
- Calculating GloBE income
- Reviewing key accounting policies
- Performing data gap analysis and record observations
- Updating tools and systems for compliance readiness discovery
- Calculating Pillar Two tax exposure
- Preparing analysis memorandum/workpapers to meet anticipated auditor requirements
- Providing guidance in drafting model financial disclosures and footnotes
- Monitoring and analyzing evolving global and domestic legislation continuously
- Offering recommendations on BEPS Pillar Two operational compliance in terms of people, process, and technology

Connect with us

KPMG features a multidisciplinary team of tax, information technology, finance, advisory, and accounting professionals operating in 143 countries and territories. We'll help you assess the impact of Pillar Two on your current and future business plans—from targeted technical insights to global impact assessment and compliance oversight. For more information regarding the BEPS Pillar Two regulations, whether they impact your firm, and how to comply with them, please visit [KPMG BEPS 2.0: Pillar Two Insights](#) or contact one of our professionals below.

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